

## S.B. 330

## CHAPTER 122

## AN ACT RELATING TO THE PAYMENT OF WITHDRAWALS AND MATURED STOCK IN BUILDING AND LOAN ASSOCIATIONS.

*The General Assembly of North Carolina do enact:*

SECTION 1. Any shareholder in a building and loan association may withdraw all or any part of his or her holdings of unpledged or unhypothecated stock in such association by giving to the Secretary of such association one month's written notice of his or her intention so to do, and the right of such shareholder to make such withdrawal shall accrue one month after the giving of such notice, subject to the conditions set out in Section 2 of this Act.

Month's notice required for withdrawals from building and loan associations.

SEC. 2. Whenever any shareholder whose stock has matured or whose right to withdraw his or her stock has accrued, as set out in Section 1, has not been paid because of insufficiency of funds in the treasury of the association, the Secretary of said association shall under instruction from the directors, create a separate fund to be known as the "withdrawal or maturity fund" and into such fund shall be paid one-half of the net receipts of the association monthly. Net receipts shall mean the receipts of the association from interest, installments, rent and other revenue producing sources, diminished by the expenses of the association, and by any sums directed by the board of directors to be set apart and held separately for the purpose of meeting bills payable or notes payable at the maturity thereof. From time to time as the board of directors may direct, the secretary shall make an equitable and ratable distribution of the funds in said "withdrawal or maturity fund" to the stockholders whose right to receive payment from said fund has accrued, as hereinbefore provided, at the date of such distribution. One-half of the net receipts of the association shall be added monthly to such fund so long as there remains any shareholder of the association entitled to receive a portion thereof as aforesaid. No shareholder whose stock has matured or whose right to withdraw his stock has accrued as hereinbefore set out, shall have the right to demand or receive any funds in excess of the amount equitably and ratably distributed as hereinbefore set out except on approval of board of directors of such association and/or the Insurance Commissioner.

"Withdrawal or maturity fund."

How made up.

Distribution of.

Rights of matured stock in fund.

SEC. 3. That all laws and clauses of laws in conflict with this act be and the same are hereby repealed.

Conflicting laws repealed.

SEC. 4. This act shall be in full force and effect from and after March 9, 1933.

Effective March 9, 1933.

Ratified this the 7th day of March, A. D. 1933.